

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

CASE NO. 13445

**APPLICATION OF EOG RESOURCES, INC. FOR
COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.**

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

<u>APPLICANT</u>	<u>ATTORNEY</u>	
EOG Resources, Inc. Attn: Dan McCright P.O. Box 2267 Midland, Texas 79702 (432) 686-3776	William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988.4421	2005 MAR 11 AM 10 18

*LCWJ
3/10/05*

STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order pooling all mineral interests in all formations from the surface through the Mississippian Chester formation in the following described spacing and proration units located in Section 20, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico: the S/2 to form a standard 320-acre gas spacing and proration unit for all formations and/or pools developed on 320-acre spacing; the SW/4

to form a standard 160-acre spacing unit for all formations and/or pools developed on 160-acre spacing; and the NE/4 SW/4 to form a standard 40-acre spacing and proration unit for all formations and/or pools developed on 40 acre spacing which includes but is not necessarily limited to the Undesignated Willow Lake-Bone Spring Pool and the Undesignated West Willow-Lake Delaware Pool. Applicant proposes to dedicate the pooled units to its Hombre Nuevo "20" Fee Com Well No. 1 to be drilled at a standard gas well location 1980 feet from the South and West lines of said Section 20. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 2 1/2 miles southwest of Malaga, New Mexico.

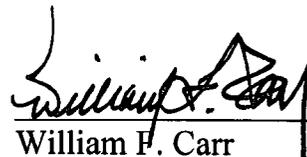
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Dan McCright (Land)	Approx. 15 Minutes	Approx. 6

PROCEDURAL MATTERS

EOG Resources, Inc., will request that this case be consolidated with Case No. 13429 (Application of OGX Resources, LLC) for the purpose of hearing since both cases seek orders pooling the SE/4 of Section 20, Township 24 South, Range 28 East, N.M.P.M.



William F. Carr
Attorney for EOG Resources, Inc.